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QUEEN ANNE'S GATE LONDON SWIH 9AT

31 August 1990

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IBA TRANSMISSION PRIVATISATION: ECONOMIC REGULATION

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Thank you for your letter of 17 August in response to mine of 1 August. I have also seen Francis Maude's letter of 8 August.

I am glad that we are agreed on the general approach set out in my previous letter. I also agree that our officials will need to give further consideration with Oftel to the position in relation to Channel 5 when they receive more information, as well as to the detailed mechanics of implementing the cross-subsidy arrangements for Channel 3 companies.

I am copying this letter as before.

Jan ou Jans

The Rt Hon Peter Lilley Esq MP Secretary of State for Trade and Industry 1-19 Victoria Street LONDON SW1H OET BROADCASTING: Policy PA 12

